

SUMMARY UNAUDITED INTERIM
RESULTS FOR THE SIX MONTHS
ENDED 30 JUNE 2024

Summary Statement of comprehensive income

	Unaudited 6 Months Ended 30 Jun 2024	Unaudited 6 Months Ended 30 Jun 2023	Audited 12 Months Ended 31 Dec 2023
	MK'000	MK'000	MK'000
Income			
Dividends	593,502	488,804	1,410,892
Interest income	61,541	13,582	44,073
Total Income	655,043	502,386	1,454,965
Total operating expenses	(226,718)	(172,592)	(369,558)
Profit before fair value gains	428,325	329,794	1,085,407
Fair value gains on equity Investments	3,938,627	16,188,686	20,400,274
Profit before tax	4,366,952	16,518,480	21,485,681
Income tax (expense)/credit	(51,229)	(28,647)	18,872
Profit after tax for the period	4,315,723	16,489,833	21,504,553
Number of shares in issue	135,000	135,000	135,000
Basic and diluted earnings per share (tambala)	3,197	12,215	15,929

Summary Statement of cash flows

	Unaudited 6 Months Ended 30 Jun 2024 MK'000	Unaudited 6 Months Ended 30 Jun 2023 MK'000	Audited 12 Months Ended 31 Dec 2023 MK'000
Operating activities			
Dividends received	596,132	488,804	1,410,892
Interest received	36,335	6,829	34,513
Operating expenditure	632,467 (244,325) 388,142	495,633 (182,145) 313,488	1,445,405 (292,608) 1,152,797
Taxes paid	(48,469)	(31,655)	(104,741)
Cash from operating activities	339,673	281,833	1,048,056
Cash flows from investing activities			
Purchase of shares	(591,389)	-	(170,818)
Disposal of Shares	765,341	74,966	77,595
Cash from/ (used in) investing activities	173,952	74,966	(93,223)
Cash flows from financing activities			
Dividends paid	-	-	(519,750)
Net increase in cash and cash equivalents	513,625	356,799	435,083
Cash and cash equivalents at the beginning of the period	513,348	78,265	78,265
Cash and cash equivalents at the end of the period	1,026,973	435,064	513,348

Summary Statement of financial position

	Unaudited 6 Months Ended 30 Jun 2024 MK'000	Unaudited 6 Months Ended 30 Jun 2023 MK'000	Audited 12 Months Ended 31 Dec 2023 MK'000
Assets			
Investments at Fair value through profit or loss	48,514,811	40,370,340	44,750,120
Other assets	51,158	23,232	9,645
Cash and cash equivalents	1,026,973	435,064	513,348
Total assets	49,592,942	40,828,636	45,273,113
Equity and liabilities			
Equity			
Share capital	2,700	2,700	2,700
Share premium	169,550	169,550	169,550
Retained earnings	49,151,792	40,341,099	44,836,069
Total equity	49,324,042	40,513,349	45,008,319
Liabilities			
Deferred tax liability	8,352	135,815	8,353
Income tax liability	12,072	2,456	9,313
Other liabilities	248,476	177,016	247,128
Total liabilities	268,900	315,287	264,794
Total equity and liabilities	49,592,942	40,828,636	45,273,113

Summary Statement of changes in equity

	Share Capital MK'000	Share Premium MK'000	Retained Earnings MK'000	Total MK'000
Balance as at 1 January 2023	2,700	169,550	23,851,266	24,023,516
Dividends paid	-	-	(519,750)	(519,750)
Total comprehensive profit	-	-	21,504,553	21,504,553
Balance as at 31 December 2023	2,700	169,550	44,836,069	45,008,319
Balance as at 1 January 2024	2,700	169,550	44,836,069	45,008,319
Total comprehensive profit	-	-	4,315,723	4,315,723
Balance as at 30 June 2024	2,700	169,550	49,151,792	49,324,042

Overview of results
During the period, the gross return for the Company was 10.15% (2023: 69.47%) against the Malawi All Share Index (MASI) return of 9.15% (2023: 75.15%) The Company registered a profit after tax of K4.32 billion in the current year, compared to K16.49 billion in the previous year. The decrease in profitability was primarily due to the weak performance of our listed equities on the Malawi Stock Exchange. However, dividend income increased to K593.50 million (2023:488.80 million) and interest income rose to K61.54 million from K13.58 million in the same period last year. The Company had revaluation gains on its equity investments amounting to K3.94 billion (2023: K16.19 billion).

Dividends
The Directors approved an interim dividend of K337.50 million (2023: K202.5 million) for the half year ended 30 June 2024, this represents 250 tambala per share (2023: 150 tambala per share). Shareholders recorded in the members' register of the Company at the close of business on Friday 18 October 2024 will be eligible for the interim dividend payable on Friday 25 October 2024. The register of members will be closed on Friday 18 October 2024 to Monday 21 October 2024 and no transfers will be registered during that period. Shareholders are further advised that the ex-dividend date will be on Wednesday 16 October 2024. The ex-dividend date is the day on which the shares begin trading without the subsequent dividend value. For Shareholders to be eligible to receive the dividend, they must own the shares before Wednesday 16 October 2024.

By order of the Board.

Esther Gondwe
Chairperson

Godfrey Msisha
Chairman (Finance and Audit Committee)